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THIS IS AN INFORMATION REPORT, NOT FINALLY EVALUATED INTELLIGENCE

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DIST 3 APRIL 1975

1.5 (c)

1. THE DIRECTORATE OF NATIONAL INTELLIGENCE (DINA) HAS INFORMED PRESIDENT AUGUSTO PINOCHET THAT FORMER PRESIDENT EDUARDO FREI AND THE CHRISTIAN DEMOCRATIC PARTY (PDC) HAVE FORMED 4 PARALLEL GOVERNMENT APPARATUS, WHICH IS BEING SUBTLY USED TO UNDERMINE THE GOVERNMENT'S PROGRAMS, PARTICULARLY IN THE ECONOMIC SECTOR.

1.5 (c)

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(classification)

(dissem controls)

2. To COUNTER THE PDC EFFORT, THE GOVERNMENT PLANS TO FIRE 40 TO 50 PDC MEMBERS IN CURRENT KEY POSITIONS IN THE GOVERNMENT AND REPLACE THEM WITH ADMITTEDLY LESS COMPETENT, BUT COMPLETELY LOYAL CIVILIANS. COMMENTS:

1.5(c)

A.

To PINOCHET, [REDACTED] WAS SO IRRITATED WITH RECENT ACTIVITIES OF THE PDC, AND IN PARTICULAR FREI'S EFFORT TO TAKE ADVANTAGE OF THE FORTHCOMING VISIT OF SECRETARY OF STATE HENRY KISSINGER FOR HIS OWN POLITICAL GAINS, THAT PINOCHET WAS ORDERED THE IMPLEMENTATION OF A PROGRAM TO REMOVE PDC LEADERS FROM HIGH LEVEL POSITIONS IN THE GOVERNMENT. [REDACTED] IN THIS CONTEXT, THREE INTIMATE FRIENDS OF FREI WERE FORCED TO RESIGN IN THE PAST WEEK OR SO, NAMELY ANDRES ZALDIVARA, COORDINATOR OF THE NATIONAL SAVINGS AND LOAN SYSTEM; JUAN VILLALBA, DIRECTOR OF THE BUDGET; AND ALFONSO URRUTIA, MAYOR OF CONCEPCION. ADMITTEDLY, THERE WERE OTHER REASONS WHY THE GOVERNMENT WAS UNHAPPY WITH THEM, BUT THE DECISION TO REMOVE THEM AT THIS TIME WAS PURELY POLITICAL.

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(CLASSIFICATION)

(CONTROL CONTROLS)

1.5 (c)

3. PINOCHET IS ALSO VERY IRRITATED WITH THE RECENT ACTIVITIES OF CARDINAL RAUL S I L V A. IN ADDITION TO SILVA'S EFFORTS TO ARRANGE A PRIVATE MEETING WITH SECRETARY KISSINGER DURING THE FORTHCOMING VISIT, PINOCHET HAS BECOME AWARE THAT CATHOLIC PRIESTS, WITH THE KNOWLEDGE OF THE CARDINAL, ARE HIDING AND PROTECTING ANDRES P A S C A L ALLENDE, HEAD OF THE MOVEMENT OF THE REVOLUTIONARY LEFT (MIR). DINA HAS INFORMED PINOCHET THAT ABOUT TWO WEEKS AGO, PASCAL WAS BEING HIDDEN IN A REST HOME RUN BY PRIESTS, AND THAT HE HAS BEEN MOVED FROM PLACE TO PLACE WITH THE ASSISTANCE OF PRIESTS, IN ORDER TO AVOID A CONFRONTATION WITH THE CHURCH, DINA WILL NOT MOVE AGAINST PASCAL WHILE HE IS ON CHURCH PROPERTY; HOWEVER, EVERY EFFORT WILL BE MADE TO CAPTURE HIM AT SOME POINT WHEN HE IS IN TRANSIT,

COMMENT: [REDACTED]

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(classification)

(dissem. controls)

RELEASE OF HIS OWN NIECE, MARIANA M A R S H A L L SILVA, WHO
UNTIL THE TIME OF HER ARREST WAS ACTIVELY INVOLVED IN FUNDING
AND COMMUNICATIONS FOR THE MIR AND IN HARBORING MIR LEADERS
IN HER HOME.

1.5 (c)

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